GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:405
ANSWERED ON:19.11.2007
POLICY FOR REINVIGORATION OF TEXTILE SECTOR
Rao Shri Kavuru Samba Siva

Will the Minister of TEXTILES be pleased to state:

(a) the details of the proposal formulated to set up Territorial Textile Investment and Production Complexes to reinvigorate the textile sector;

(b) whether the Government has conducted any survey to identify the places/locations for setting up said complexes;

(c) if so, the details thereof, State-wise;

(d) the nature and benefits in terms of policy, tax and regulatory exemptions proposed to be extended to these complexes;

(e) whether the Government proposes to create new infrastructure facilities, financial instruments and marketing strategies for textile production in these complexes both for domestic and foreign markets; and

(f) if so, the details thereof?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF TEXTILES (SHRI E.V.K.S. ELANGOVAN)

(a) to (f): The Government has decided to launch Investment Regions for the Textile Sector to consolidate the phenomenon of agglomeration, visible in textiles to further reduce transaction costs and enhance competitiveness. Concentrated, contiguous investment and production regions with high quality infrastructure and covering the entire value chain can help obviate, to an extent, the burden imposed by multiple levies, high power costs, bottlenecks in shipment and delays in legal clearances. They can become textile hubs with billions of dollars of investment - both domestic and foreign. The investment region is proposed to be developed in a Public Private Partnership mode to enable leveraging Government investments in these regions.

Accordingly, a Concept Paper on the "Policy Resolution for Textile Infrastructure Development Fund and Textile Territorial Investment & Production Complex" has been drawn up. No further details have been worked out.